

CONSOLIDATED INSURANCE TRUST
 INVESTMENT PERFORMANCE REPORT AS OF AUGUST 31, 2003

	August-03					July-03					Current FYTD		Prior Year FY03	3 Years Ended 6/30/2003	5 Years Ended 6/30/2003
	Allocation		Returns-Month		Net	Allocation		Returns-Month		Net	Returns		Returns		Net
	Market Value	Actual	Policy (1)	Gross		Market Value	Actual	Policy (1)	Gross		Gross	Net	Gross	Net	
LARGE CAP DOMESTIC EQUITY															
<i>Structured Growth</i>															
Los Angeles Capital	20,193,951	1.9%	1.8%	N/A	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A	N/A	N/A
AllianceBernstein	19	0.0%	0.0%	N/A	N/A	19,581,423	1.9%	1.8%	3.55%	3.53%	N/A	N/A	-1.58%	-1.88%	-21.24%
Total Structured Growth	20,193,970	1.9%	1.8%	3.13%	3.11%	19,581,423	1.9%	1.8%	3.55%	3.53%	6.79%	6.74%	-1.58%	-1.88%	-21.24%
Russell 1000 Growth				2.49%	2.49%				2.49%	2.49%	5.04%	5.04%	2.94%	2.94%	-21.54%
<i>Structured Value</i>															
LSV	19,114,310	1.8%	1.8%	3.30%	3.26%	18,523,165	1.8%	1.8%	1.57%	1.53%	4.92%	4.85%	-1.81%	-2.25%	8.84%
Russell 1000 Value				1.56%	1.56%				1.49%	1.49%	3.07%	3.07%	-1.02%	-1.02%	-0.19%
<i>S&P 500 Index</i>															
State Street	90,943,363	8.7%	8.3%	1.95%	1.95%	89,205,566	8.8%	8.6%	1.77%	1.77%	3.75%	3.75%	0.28%	0.23%	-11.28%
S&P 500				1.95%	1.95%				1.76%	1.76%	3.74%	3.74%	0.25%	0.25%	-11.20%
TOTAL LARGE CAP DOMESTIC EQUITY	130,251,643	12.4%	11.9%	2.33%	2.32%	127,310,154	12.5%	12.3%	2.01%	2.00%	4.38%	4.36%	-0.33%	-0.48%	-9.33%
S&P 500				1.95%	1.95%				1.76%	1.76%	3.74%	3.74%	0.25%	0.25%	-11.20%
SMALL CAP DOMESTIC EQUITY															
<i>Manager-of-Managers</i>															
SEI	69,984,115	6.7%	5.9%	4.90%	4.83%	66,698,139	6.6%	6.1%	6.18%	6.11%	11.38%	11.24%	0.91%	0.09%	N/A
Russell 2000 + 200bp				4.75%	4.75%				6.43%	6.43%	11.48%	11.48%	0.36%	0.36%	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	69,984,115	6.7%	5.9%	4.90%	4.83%	66,698,139	6.6%	6.1%	6.18%	6.11%	11.38%	11.24%	0.91%	0.09%	-3.49%
Russell 2000				4.58%	4.58%				6.26%	6.26%	11.13%	11.13%	-1.63%	-1.63%	-3.30%
CONVERTIBLES															
TCW	120,676,623	11.5%	11.6%	0.70%	0.67%	119,566,275	11.8%	12.0%	1.26%	1.23%	1.97%	1.90%	10.67%	10.23%	-9.51%
First Boston Convertible Index				1.64%	1.64%				0.45%	0.45%	2.10%	2.10%	15.46%	15.46%	-3.77%
INTERNATIONAL EQUITY															
<i>Large Cap - Active</i>															
Capital Guardian	71,383,301	6.8%	6.3%	3.48%	3.43%	68,972,888	6.8%	6.5%	4.84%	4.79%	8.49%	8.39%	-9.79%	-10.31%	-15.85%
MSCI EAFE - 50% Hedged				2.77%	2.77%				3.28%	3.28%	6.14%	6.14%	-11.24%	-11.24%	-15.51%
<i>Small Cap - Value</i>															
Lazard	8,769,096	0.8%	0.8%	3.18%	3.10%	8,506,428	0.8%	0.8%	1.08%	1.00%	4.29%	4.13%	N/A	N/A	N/A
Citigroup Broad Market Index < \$2BN				6.30%	6.30%				3.20%	3.20%	9.70%	9.70%	N/A	N/A	N/A
<i>Small Cap - Growth</i>															
Vanguard	8,523,757	0.8%	0.8%	4.14%	4.08%	8,189,811	0.8%	0.8%	4.84%	4.78%	9.19%	9.06%	N/A	N/A	N/A
SSB BROAD MARKET INDEX < \$2BN				6.30%	6.30%				3.20%	3.20%	9.70%	9.70%	N/A	N/A	N/A
TOTAL INTERNATIONAL EQUITY	88,676,154	8.5%	7.8%	3.51%	3.46%	85,669,127	8.4%	8.1%	4.45%	4.40%	8.12%	8.01%	-8.65%	-9.20%	-15.51%
MSCI EAFE - 50% Hedged				2.77%	2.77%				3.28%	3.28%	6.14%	6.14%	-11.24%	-11.24%	-15.51%
DOMESTIC FIXED INCOME															
<i>Core Bond</i>															
Western Asset	283,789,806	27.1%	28.6%	1.43%	1.41%	280,205,565	27.6%	29.5%	-4.75%	-4.77%	-3.39%	-3.42%	12.97%	12.77%	11.23%
Lehman Aggregate				0.66%	0.66%				-3.36%	-3.36%	-2.72%	-2.72%	10.39%	10.39%	10.07%
<i>Index</i>															
Bank of ND	156,445,473	14.9%	15.9%	0.60%	0.60%	155,511,795	15.3%	16.5%	-4.02%	-4.02%	-3.44%	-3.45%	13.33%	13.26%	10.87%
Bank of ND CD'S	12,581,804	1.2%	1.2%	0.30%	0.30%	12,544,667	1.2%	1.2%	0.30%	0.30%	0.59%	0.59%	3.64%	3.64%	4.85%
Total Index	169,027,277	16.1%	17.1%	0.58%	0.57%	168,056,462	16.6%	17.7%	-3.71%	-3.72%	-3.15%	-3.16%	12.26%	12.20%	10.35%
Lehman Gov/Credit				0.66%	0.66%				-4.19%	-4.19%	-3.56%	-3.56%	13.14%	13.14%	10.82%
<i>BBB Average Quality</i>															
Strong	122,668,216	11.7%	11.4%	1.00%	0.99%	121,050,004	11.9%	11.8%	-4.60%	-4.61%	-3.64%	-3.67%	18.15%	17.91%	N/A
Lehman US Credit BAA				0.98%	0.98%				-4.49%	-4.49%	-3.55%	-3.55%	18.33%	18.33%	N/A
TOTAL DOMESTIC FIXED INCOME	575,485,299	54.9%	57.1%	1.09%	1.08%	569,312,031	56.1%	59.0%	-4.41%	-4.42%	-3.37%	-3.40%	13.93%	13.76%	11.00%
Lehman Gov/Credit				0.66%	0.66%				-4.19%	-4.19%	-3.56%	-3.56%	13.14%	13.14%	10.82%
CASH EQUIVALENTS															
Bank of ND	62,886,117	6.0%	5.6%	0.10%	0.10%	46,383,840	4.6%	4.4%	0.09%	0.09%	0.19%	0.19%	1.57%	1.57%	3.26%
90 Day T-Bill				0.08%	0.08%				0.07%	0.07%	0.15%	0.15%	1.52%	1.52%	3.33%
TOTAL INSURANCE TRUST	1,047,959,951	100.0%	100.0%	1.61%	1.59%	1,014,939,566	100.0%	101.9%	-1.42%	-1.44%	0.16%	0.12%	8.85%	8.59%	2.63%
POLICY TARGET BENCHMARK				1.29%	1.29%				-1.55%	-1.55%	-0.28%	-0.28%	8.73%	8.73%	3.31%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) Because each fund within the Insurance Trust has a different policy allocation, the consolidated report reflects a weighted average of all of the funds' policy allocations.